Serving Saskatchewan's Métis

Annual Report
2005

Co-Chairman's Message

For the past 9 years the Clarence Campeau Development Fund (CCDF) has continually demonstrated that the Métis people of Saskatchewan can take a lead role in business and economic development in Saskatchewan. The CCDF has provided a window of opportunity for the Métis people to participate in the development of individual and corporate businesses throughout the province. In addition, Métis communities have benefited from the community development programs that are available. Each year, the Fund has become more and more successful in providing programs to assist an increasing number of Métis people in starting businesses as well as renovating and expanding existing businesses that will meet the economic and business challenges of tomorrow. Métis people and the provincial economy have prospered in a major way from the equity funding provided by CCDF.

Our success over the years has been recognized by all of the stakeholders in the province. In 2005, we undertook negotiations with the Province of Saskatchewan that would allow the Fund to play a major role in the delivery of a new grant program. This program is an added equity component for Métis entrepreneurs and communities who wish to become engaged in energy, mining, forestry, value-added agriculture, manufacturing, and Aboriginal themed tourism. We are also in discussions with other government departments to provide additional financial services of benefit to Métis economic development.

The CCDF is constantly trying to improve its programs and services to the Métis people across the province. We have added additional staff to ensure quality service that continues to respond to the growing needs of the Métis people in Saskatchewan. Our staff is available to assist new and existing clients throughout the province in their efforts to attract appropriate levels of conventional funding to their business projects. We will also continue to provide assistance to our clients in business planning, management and marketing skills training, and aftercare.

The Fund will continue to interface with REDA's, Community Futures, Provincial government departments, Aboriginal Business Canada, as well as regional and local government offices. In addition CCDF will continue to build upon relationships with Métis Locals and Regions, Métis affiliates, institutions and agencies. Most importantly CCDF will continue to work with Métis entrepreneurs and communities. Our development for the future is undertaken with a distinct recognition to our proud Métis history and cultural appreciation.

Ron Rivard

Fund Manager's Message

Over the past year CCDF continued its pattern of steady growth. In 2005, the Fund approved 34 contributions to entrepreneurs and communities for $3,044,127. As well the Fund approved 25 business plans and aftercare assistance for $68,193. CCDF Funding leveraged $7,252,097 in conventional financing to these projects and created or secured 154 direct jobs in the province. The spin off benefits such as indirect jobs, business and personal tax revenues generated, etc. demonstrate the exceptional economic development that is being realized through the efforts of the Métis Fund. At the end of the year the Fund had 201 clients and loans receivable of $5,618,759.

The Board of Directors continues to be understanding and responsive to the identified needs of Métis business in the province and during the year program criteria was adjusted accordingly. The strategic plan was revisited and updated to provide clear direction for the board and the staff in meeting the goals of the Fund. The Policy & Procedure Manual was also revisited and revised where necessary in order to be in tune with the current realities.

The Fund continues to work closely with developmental and conventional funding agencies in the province. These efforts in partnering our resources have proven to be extremely effective in assisting the creation and growth of Métis owned business in the province.

CCDF also works closely with the Department of Industry and Resources and First Nations and Métis Relations. We appreciate their professional representation on the board. At the time of writing we are negotiating with First Nations & Métis Relations for the delivery of a new grant program for Métis entrepreneurs and communities. This program will be designed to encourage Métis involvement in the key sectors of Energy, Mining, Forestry, Value-Added Agriculture, Manufacturing and Aboriginal-Themed Tourism.

The Saskatchewan Action Plan for the Economy has identified CCDF as a major contributor to help broaden the economy, workforce and jobs. The board and staff of CCDF understand the importance of the Fund's role, and the impact it will have in the future of the province.

As Fund Manager, I would like to thank the staff for their continued loyalty and dedication towards improving economic conditions for Métis people in the Saskatchewan. I would also like to thank the Board of Directors, the province, the Métis Nation and the Métis people for all their support and encouragement.

Roland Duplessis

The Fund

The Clarence Campeau Development Fund (CCDF) was established by The Métis Society of Saskatchewan Inc. subject to an agreement with the Government of Saskatchewan dated June 11, 1997. In September of 2001 an amendment to the Gaming Act recognized CCDF in legislation and a new Agreement between the province and the Métis Nation-Saskatchewan Secretariat Inc. was executed in December 2002.

The objective of the Fund is to stimulate economic development activities of Métis people and communities by providing equity for Métis businesses, support to community economic development initiatives and assistance for the development of the management skills of new and existing Métis business owners and entrepreneurs. The Fund derives its revenue subject to the agreement with the Government of Saskatchewan.

Mission Statement

The mission of the CCDF is to improve the economic circumstances of Saskatchewan Métis by providing funding for community business development initiatives, development of management skills and assistance to new and existing Métis business.

Goals and Objectives

The goals of the CCDF are as follows:

a) To ensure that Métis entrepreneurs acquire the management, administrative and marketing skills necessary for business success;
b) To increase employment opportunities for Métis persons;
c) To improve incomes for Métis persons.

Programs

1. LOAN/EQUITY CONTRIBUTION PROGRAM

This program is to assist Métis entrepreneurs by providing capital through interest free loans or equity that will enhance the applicants ability to leverage financing from other institutions and agencies.

CCDF can provide financial assistance of up to the lessor of $200,000 per project or 35% of the value of the fixed assets identified in the program costs.

Purpose:

- The purchase or start-up of a new business
- The purchase of an existing business
- Business expansion or renovation

Method of Investment:

- Re-payable contributions for a term not to exceed seven years
- Equity instruments as follows to be held for a maximum period of 10 years:
  - Common shares
  - Preferred shares
  - Convertible preferred shares, or
- Convertible debentures for a maximum period of 10 years

General Guidelines:

- Businesses funded under this program must be for-profit and demonstrate viability through a sound business plan;
- Applicants must contribute a minimum of 5% equity to the project. Projects deemed by the Fund to be higher risk will require larger equity contributions;
- Equity may be in the form of cash, machinery, equipment, real estate or other unencumbered fixed assets. Assets must be valued at fair market value by an independent appraiser.

2. COMMUNITY BUSINESS DEVELOPMENT PROGRAM

This program is intended to assist Métis community owned business development associations and corporations leverage capital to develop businesses that will result in the creation of wealth and jobs for Métis.

Under this program CCDF can provide a one time non-repayable contribution up to the lessor of $100,000 or 35% of the value of fixed assets as identified in the program costs. Should the business be sold or disposed of within three years of receiving a non-repayable contribution it will become repayable immediately.

As well CCDF can contribute up to the lessor of $200,000 or 35% of the value of the fixed assets as a repayable contribution, preferred shares, convertible preferred shares or convertible debentures.

Repayable contributions will be for a term not to exceed seven years while equity instruments will not exceed 10 years.

Note: Total funding from CCDF under this program will not exceed 50% of the value of the fixed assets.

Purpose:

- To start a new business
- To purchase an existing business
- To renovate or expand an existing business

Guidelines:

- Businesses funded under this program must be for-profit and demonstrate viability through a sound business plan;
- The community will be expected to demonstrate its commitment through an injection of reasonable equity.

3. LARGE SCALE OR JOINT VENTURE PROJECTS PROGRAM

Funding is available under this program for up to the lesser of $1,000,000 or 50% of the value of the total project costs. Minimum funding under this program will be $201,000. Projects funded under this program must be for-profit and commercially viable with total project costs in excess of $500,000. Priority will be given to, but not restricted to, higher-end value added projects.

Financial assistance will be in the form of:

- Common shares;
- Preferred shares;
- Convertible preferred shares;
- Convertible debentures;
- Mortgages;
- Units in a limited partnership or joint venture for a period negotiated and set out in the partnership or joint venture agreement.

4. DEVELOPMENT OF MANAGEMENT AND MARKETING SKILLS PROGRAM

This program supports training for new and existing Métis entrepreneurs to develop their management and marketing skills.

Guidelines:

- Applicants must provide an application that includes the purpose of the course as well as a course outline and a detailed budget;
- Applicants must demonstrate that they have approached other Métis educational funding agencies prior to applying to CCDF. CCDF does not intend to duplicate the services of other Métis Nation agencies or affiliates;
- Training must be through credible organizations that undertake to provide appropriate training;
- The training must be specific to business management and not technical training unrelated to the development of management and marketing skills;
- The maximum available under this program is 75% of the approved costs;
- CCDF funds only direct course costs such as tuition, workshop fees, and books. Living costs are not included;
- This funding is only for short courses (degree and post-graduate studies are excluded);
- CCDF can support the development of business related courses through Métis training institutions. In this case the institution must provide accurate budgets, complete details on the training including a course outline and a list of the individuals (full and part time) enrolling in the program and other information that may be required to evaluate the success of the training upon completion.

5. BUSINESS PLAN ASSISTANCE PROGRAM:

This program is intended to provide support to entrepreneurs who, in the opinion of the Fund, have a business concept that, through initial screening, provides excellent opportunity but requires a professional business plan in order to attract financing.

This program will allow entrepreneurs to engage the services of a professional consultant in order to undertake the quality of research and planning necessary to develop a business plan and attract financing.

Guidelines:

- The applicant will provide CCDF with an application for initial screening by the fund;
- The applicant must provide the name and qualifications of the consultant, a terms of reference and a quote of the costs agreed to;
- CCDF can consider funding up to 75% of the costs to a maximum of $10,000;
- This funding will not be repayable.

6. SUPPORT FOR AFTERCARE PROGRAM

This program is intended to provide professional support to new businesses in order to help improve the opportunity for success.

Guidelines:

- Funding under this program is intended to allow the business to engage the services of a professional consultant to examine the operations of the business in order to identify areas that may require special attention;
- The applicant must provide the name and qualifications of the consultant, a terms of reference and a quote of the costs agreed to;
- CCDF can consider funding up to 75% of the costs, to a maximum of $5,000 in each of the first two years of the business operation. Unused portions in any year will not be carried forward;
- Funding under this program is not repayable;
- Funding is not intended for the development of interim or annual financial statements.

General Guidelines for All Projects

Projects which are not eligible:

- Refinancing (some exceptions apply)
- Payment of dividends
- Cultural activities
- Social programs
- Political bodies for political process
- Residential real estate

All applicants will be required to enter into a contractual agreement with CCDF.

Cumulative Funding Approval Report

YEAR	TYPE	NUMBER	AMOUNT	JOBS	LEVERAGED $
1998	C/D	9	$ 177,109	-	$ 335,818
1999	C/D	19	$ 522,650	-	$ 603,980
2000	C/D	18	$ 468,300	-	$ 1,144,909
2001	C/D	19	$ 427,566	13	$ 615,317
2002	C/D	7	$ 302,467	12	$ 396,686
2003	C/D	3	$ 221,350	5	$ 159,920
2004	C/D	4	$ 332,190	7	$ 196,209
2005	C/D	2	$ 141,510	18	$ 497,090
Total		**81**	**$ 2,593,142**	**55**	**$ 3,949,929**
1998	E	17	$ 419,908	39	$ 2,091,231
1999	E	49	$ 1,212,768	98	$ 4,076,152
2000	E	57	$ 739,593	85	$ 2,934,716
2001	E	49	$ 693,183	102	$ 2,412,600
2002	E	55	$ 838,816	90	$ 2,234,803
2003	E	31	$ 1,178,142	93	$ 3,016,812
2004	E	52	$ 2,119,784	162	$ 7,932,876
2005	E	32	$ 2,902,617	136	$ 6,755,007
Total		**342**	**$10,104,811**	**805**	**$31,454,197**
2003	BP	28	$ 68,623	-	-
2004	BP	33	$ 83,289	-	-
2005	BP	25	$ 68,193	-	-
Total		**86**	**$ 220,105**	-	-
2000	MSD	1	$ 100,000		$ 251,128
2003	MSD	4	$ 8,169		$ -
2004	MSD	-	$ -		$ -
2005	MSD	2	$ 5,029		$ -
Total		**7**	**$ 113,198**		**$ 251,128**
2004	**Other**	**1**	**$ 150,000**	**3**	**$ 75,000**
Cum Total		**517**	**$13,181,256**	**863**	**$35,730,254**

C/D - Community Business Development Program
E - Loan Equity Contribution Program
MSD - Management and Marketing Skills Development Program
BP - Business Plans & Aftercare Programs
Other - MN-S Economic Development Department

Auditors' Report

TO THE DIRECTORS OF
CLARENCE CAMPEAU DEVELOPMENT FUND

We have audited the statement of assets, liabilities and fund surplus of the Clarence Campeau Development Fund as at December 31, 2005 and the statements of revenue, expenditures and fund surplus and of cash flows for the year then ended. These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Fund as at December 31, 2005 and the results of its operations and of its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Deloitte & Touche LLP

Chartered Accountants

February 17, 2006

CLARENCE CAMPEAU DEVELOPMENT FUND (OPERATING AS THE METIS DEVELOPMENT FUND)

STATEMENT OF REVENUE, EXPENDITURES AND FUND SURPLUS

YEAR ENDED DECEMBER 31, 2005

	Budget	2005	2004
	(Unaudited)		
Revenues			
Government Funding	$ 2,000,000	$ 2,000,000	$ 2,000,000
Reimbursements from National Aboriginal Capital Corporation Association	-	7,020	32,960
Interest and investment income	259,504	311,812	219,388
Administration fees	20,000	10,077	12,897
	2,279,504	2,328,909	2,265,245
Operating expenditures			
Advertising and promotion	35,004	29,708	17,587
Amortization of capital assets	-	15,005	15,766
Bank charges	600	866	182
Consulting fees	40,000	4,767	6,465
Directors' expenses	58,200	58,965	47,768
Donations	43,248	3,450	28,250
Employee Travel	26,004	24,688	21,335
Office expenses	38,104	29,559	20,101
Professional fees	36,000	38,557	27,306
Rent	26,973	24,840	24,840
Salaries and benefits	252,040	246,110	227,944
Telephone	15,000	13,708	11,275
Training	6,000	2,935	13,368
	577,173	493,158	462,187
	1,702,331	1,835,751	1,803,058
Other expenditures			
Non-rapayable contributions to community projects (Note 6)	-	310,892	387,803
Defaulted contributions receivable (Note 4)	-	76,123	92,081
Additional provision for contributions receivable losses (Note 4)	-	181,640	135,871
	-	568,655	615,755
Excess of revenue over expenditures	1,702,331	1,267,096	1,187,303
Fund surplus, beginning of year	11,777,258	11,777,258	10,589,955
Fund surplus, end of year	$ 13,479,589	$ 13,044,354	$ 11,777,258

See accompanying notes

CLARENCE CAMPEAU DEVELOPMENT FUND (OPERATING AS THE METIS DEVELOPMENT FUND)

STATEMENT OF ASSETS, LIABILITIES AND FUND SURPLUS

YEAR ENDED DECEMBER 31, 2005

	2005	2004
CURRENT ASSETS		
Cash	$ 1,339,086	$ 1,277,216
Short-term investments (Note 3)	2,097,573	5,958,117
Accounts receivable	53,474	34,632
Interest receivable	32,858	20,577
Current portion of contributions receivable (Notes 4 and 6)	644,663	567,050
	4,167,654	7,857,592
LONG-TERM INVESTMENTS (Note 3)	5,169,933	1,824,521
CONTRIBUTIONS RECEIVABLE (Notes 4 and 6)	4,019,006	2,291,442
CAPITAL ASSETS (Note 5)	35,277	37,185
	$ 13,391,870	$ 12,010,740
CURRENT LIABILITIES		
Accounts payable	$ 6,016	$ 7,417
Contributions payable	341,500	226,065
	347,516	233,482
FUND SURPLUS	13,044,354	11,777,258
	$ 13,391,870	$ 12,010,740

See accompanying notes

APPROVED BY THE BOARD:

..... **Director**

..... **Director**

CLARENCE CAMPEAU DEVELOPMENT FUND (OPERATING AS THE METIS DEVELOPMENT FUND)

STATEMENT OF CASH FLOWS

YEAR ENDED DECEMBER 31, 2004

	2005	2004
CASH FLOWS FROM OPERATING ACTIVITIES		
Excess of revenue over expenditures	$ 1,267,096	$ 1,187,303
Items not affecting cash		
Amortization	15,005	15,766
Amoritization of bond premium	40,478	2,421
Defaulted contributions receivable (Note 4)	76,123	92,081
Additional provision for contributions receivable losses (Note 4)	181,640	135,871
Net change in non-cash working capital items relating to operations (Note 7)	82,911	212,546
	1,663,253	1,645,988
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES		
Contribution receipts	277,635	227,591
Contribution payments	(2,362,925)	(1,631,071)
Purchase of capital assets	(13,096)	(8,692)
Mortgage payments received	22,349	18,899
Purchase of long-term investments	(3,385,890)	(1,309,841)
	(5,461,927)	(2,703,114)
DECREASE IN CASH DURING THE YEAR	(3,798,674)	(1,057,126)
CASH POSITION, BEGINNING OF YEAR	7,235,333	8,292,459
CASH POSITION, END OF YEAR	$ 3,436,659	$ 7,235,333
Cash, for purpose of the statement of cash flows, consists of:		
Cash	$ 1,339,086	$ 1,277,216
Short-term investments	2,097,573	5,958,117
	$ 3,436,659	$ 7,235,333

See accompanying notes

1. NATURE OF THE FUND

The Clarence Campeau Development Fund ("the Fund") was established by The Métis Society of Saskatchewan Inc. ("Métis Nation") pursuant to an agreement with the Government of Saskatchewan (Economic & Co-operative Development) dated June 11, 1997. Effective November 9, 2001 the Minister of Aboriginal Affairs designated the Fund as the Métis Development Fund pursuant to the ***Saskatchewan Gaming Corporation Act***. A new Agreement between the province and the Métis Nation-Saskatchewan Secretariat Inc. was executed in December 2002 and the Fund is governed in accordance with that agreement.

The objective of the Fund is to stimulate economic development activities of Métis people and communities by providing equity for Métis businesses, supporting community economic development initiatives and developing management skills of new and existing Métis business owners and entrepreneurs. To achieve this, the Fund makes repayable contributions to qualifying projects and both repayable contributions and non-repayable contributions to community projects.

The term of the repayable contributions by the Fund is up to seven years. Equity instruments and convertible debentures can be held by the Fund for a maximum period of ten years. Contributions are targeted to commercially viable, market-based projects, primarily in value-added sectors of the economy such as forestry, mining, tourism and information technology with specific contribution criteria to be approved by the Board. The Board may enter into agreements with other contributing entities and appropriate business support agencies. Each single project is subject to a maximum of the lesser of 35% of the value of the fixed assets identified in the project costs or $200,000. Funding is available for large scale or joint venture projects for up to the lesser of $1,000,000 or 50% of the value of the fixed assets identified in the project.

Under the Community Development Business Program, the Fund can provide a one time non-repayable contribution up to the lesser of $100,000 or 35% of the value of the fixed assets identified in the project costs. Should the business be sold or disposed of within three years of receiving a non-repayable contribution, it will become repayable immediately. Under the Development of Management and Marketing Skills Program, the Fund can provide contributions up to 75% of approved training costs. Under the Business Plan Assistance Program, the Fund can provide contributions up to 75% of the costs to a maximum of $10,000. Under the Support for Aftercare Program, the Fund can provide contributions up to 75% of the costs, to a maximum of $5,000 in each of the first two years of the business operation. Unused portions in any year will not be carried forward.

The Fund derives its revenue pursuant to the ***Saskatchewan Gaming Corporation Act***. In 2005 the fund received $2,000,000 from the Department of First Nations and Métis Relations (2004 - $2,000,000).

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies:

Use of Estimates
The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses at year end. Actual results could differ from those estimates.

Cash and Investments
Cash and cash equivalents consist of cash on hand and balances with banks, and short-term investments in money market instruments and bankers acceptances.

Short-term investments are recorded at the lower of cost or market value. Long-term investments are recorded at cost less any amounts written off to reflect permanent declines in value.

Capital Assets and Amortization
Capital assets are recorded at cost. Normal repair and maintenance costs are expensed as incurred. Amortization is recorded in the accounts on the diminishing balance basis as follows:

Office furniture	20%
Computer equipment	30%
Computer software	100%

Revenue Recognition
Revenue received or receivable pursuant to the agreement with the Government of Saskatchewan is recognized as revenue if the amount to be received can be reasonably estimated and collection is reasonably assured.

Investment and interest income is recognized as revenue when earned.

Contributions
Contributions under $25,000 are recorded when the Fund Manager has approved the payment and all conditions are met by the applicant. Contributions over $25,000 and less than $50,000 are recorded when the Audit and Finance Committee has approved the payment and all conditions are met by the applicant. Contributions over $50,000 are recorded when the Board has approved the payment and all conditions are met by the applicant.

Financial Instruments
The fair market value of cash, accounts receivable, interest receivable and accounts payable approximate their carrying values. Management does not believe that the Fund is exposed to significant interest, currency or credit risks as a result of these instruments.

3. INVESTMENTS

Short-term investments consist of the following:

	2005	2004
Bankers Acceptance	$ 2,004,990	$ 5,957,835
Money Market Funds	92,410	-
Cash Balance in investment account	173	282
	$ 2,097,573	$ 5,958,117

The current year Bankers Acceptance is due on May 10, 2006 (1.32% annual yield). There is a discount of $22,010 which is being amortized over the term of the Bankers Acceptance. The market value of the short-term investments at December 31, 2005 is $2,094,419 (2004 - $5,970,190).

Long-term investments consist of a $286,000 4% annual interest payments, five-year first mortgage against land and building owned by Provincial Métis Holdco Inc., due July 1, 2007. The fair market value of this land and building at December 31, 2005 is $710,000 (2004 - $710,000).

Long-term investments also consist of a $250,000 fifteen-year first mortgage against land and building owned by Dumont Technical Institute, due December 1, 2018; the balance at December 31, 2005 is $219,016 (2004 - $231,101). Interest is renewed annually on December 1st at an interest rate of 2% over the Scotia McLeod five-year banker acceptance rate at that date. As the interest rate is revalued every year, the fair value of the mortgage approximates the carrying value. The fair market value of this land and building at December 31, 2005 is $640,000 (2004 - $640,000).

Long term investments also consist of a 5 year, 6.5% Province of Saskatchewan bond with par value of $1,167,000 (2004 - $1,167,000) maturing on November 1, 2009. There is a premium of $111,852 which is being amortized over the term of the bond. The fair market value of this bond at December 31, 2005 is $1,268,599 (2004 - $1,302,360).

Long term investments also consist of a 3.722% Bank of Nova Scotia Deposit Note with par value of $2,869,000 maturing on November 5, 2007 and a 4.515% Deposit Note with par value of $473,000 maturing November 19, 2008. There is a premium of $44,065 which is being amortized over the term of the notes. The fair market value of these notes at December 31, 2005 is $3,328,998.

4. CONTRIBUTIONS RECEIVABLE

Contributions receivable are amounts distributed to qualified projects to provide funding. Contributions are either interest free loans or equity investments. Interest-free loans are repayable to the Fund over a maximum term of seven years. The maximum term for equity instruments is ten years and usually involves the payment of regular dividends which are included in interest and investment income in the Statement of Revenue, Expenditures and Fund Surplus. The dividend rate is determined based on the current bankers acceptance rate plus 2%. These equity intruments are convertible to debt at the option of the Fund after a period equal to half the term of the instrument.

4. CONTRIBUTIONS RECEIVABLE (continued)

All contributions in arrears are handled on a case-by-case basis and are written-off after all reasonable restructuring/collection activities have taken place and the possibility of further recovery is considered to be remote.

A contribution is classified as non-performing when management has determined that there is a reasonable doubt as to the ultimate collectability of principal. The provision for defaulted contributions receivable consists of specific items established on a case-by-case basis and a general provision of 10% of the outstanding contributions receivable.

The Fund evaluates each client's creditworthiness on a case-by-case basis. The Fund contracts project assessment and project follow up and evaluation services from other qualified institutions or businesses, where necessary. All applicants are required to enter into a contractual agreement with the Fund. Further, the Fund is required to ensure Métis ancestry when granting an equity contribution.

Contributions receivable are principally the financial instruments which potentially subject the Fund to concentrations of credit risk. Management is not aware of any concentrations of contributions to classes of borrowers or industries that would be similarly affected by economic conditions. Although the Fund's contributions portfolio is diversified, a substantial portion of its borrowers' ability to honour the terms of their loans is dependent on business and economic conditions in Saskatchewan.

Contributions receivable consist of the following:

	2005	2004
Contributions receivable	$ 5,272,077	$ 3,301,218
Less provision for defaulted contributions		
Specific items	(76,123)	(92,081)
General provision	(532,285)	(350,645)
	4,663,669	2,858,492
Less current portion	(644,663)	(567,050)
Long-term contributions receivable	$ 4,019,006	$ 2,291,442

The fair value of contributions receivable is not readily determinable as there is no market for the contributions receivable and it is management's intention to hold these receivables to maturity.

5. CAPITAL ASSETS

	2005			2004
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Office furniture	$ 56,559	$ 30,681	$ 25,878	$ 26,745
Computer equipment	37,896	28,497	9,399	10,440
Computer software	11,737	11,737	-	-
	$ 106,192	$ 70,915	$ 35,277	$ 37,185

6. RELATED PARTY TRANSACTIONS

Transactions with related parties are measured at the exchange amount which is the consideration established and agreed to by the related parties.

During the year, the Fund paid $0 (2004 - $75,000) to the Métis Nation in contributions for qualified projects. The Fund also paid $6,025 (2004 - $969) to the Dumont Technical Institute, the educational arm of the Métis Nation.

Pursuant to an agreement between the Government of Saskatchewan and the Métis Nation, the Fund provided the Métis Nation with a non-repayable contribution of $0 (2004 - $100,000).

The Fund also provided Back to Batoche Festival Inc. with a donation of $0 (2004 - $25,000) for the annual Metis festival. Back to Batoche Festival Inc. is related to the Métis Nation by way of mutual board representation.

The Board allows its members to apply for contributions for qualifying projects. During the year, the Board did not approve any new contributions for these projects. At December 31, 2005, outstanding contributions receivable from board members amounted to $8,370 (2004 - $28,362).

7. NET CHANGE IN NON-CASH WORKING CAPITAL

Details of net changes in each element of non-cash working capital relating to operations are as follows:

	2005	2004
(Increase) in current assets		
Accounts receivable	$ (18,842)	$ (10,245)
Interest receivable	(12,281)	(10,691)
	(31,123)	(20,936)
Increase (decrease) in current liabilities		
Accounts payable	(1,401)	7,417
Contributions payable	115,435	226,065
	114,034	233,482
	$ 82,911	$ 212,546

8. COMPARATIVE FIGURES

Certain of the comparative figues for 2004 have been reclassified to confirm to the current year's presentation.

Testimonials

PRAIRIE WOOD SUPPLIES INC.

We would like to thank the Clarence Campeau Development Fund for helping us expand our home based wholesale business to a retail outlet with an office, shop and yard.
This wouldn't have been possible without their financial help.
Thank-you!

Leo & Pauline McDougall
Prairie Wood Supplies Inc. ❙ Prince Albert, SK

Unique Expressions

Clarence Campeau Development Fund has played a major role in helping me to start up a Salon / Spa business in Melville, Sask. They provided me with the equity needed to obtain a loan for beginning a major change in my life. They helped make the whole process much easier.
Thank-you Clarence Campeau Development Fund.

Debra Goebel
Unique Expressions ❙ Melville, SK

Vermette
Wood Products Ltd.

Doyle and I would like to thank the Board of Directors, Management, and Staff of Clarence Campeau Development Fund for providing us the opportunity to purchase our family business Vermette Wood Products Ltd. Without the assistance of CCDF this venture would not have been possible.

Doyle Vermette & Perry Vermette
Vermette Wood Products Ltd. ❙ Spruce Home, SK

WOODLAND OUTFITTING COMPANY

Saskatchewan, Canada

We would like to thank the Clarence Campeau Development Fund for contributing to making our dream come true of owning and operating an all inclusive Outfitting Camp. We offer world famous fishing on Tobin Lake as well as trophy deer, bear, and bird hunting. The staff is very pleasant and willing to take time to explain and help when necessary. We appreciate CCDF for all their encouragement, honesty, follow up, and sincerity. Your assistance has made our journey possible.
Thank-you.

Mike & Joyce Woodward
Woodland Outfitting Company Inc. ❙ Carrot River, SK

Eagle Flooring and Renovations

The Clarence Campeau Development Fund has helped me open a door of opportunities. I am off on a great start to fulfill a dream which I thought was not possible.

I would like to extend my heart felt gratitude to all of you for supporting me to achieve my flooring and renovations business which you all helped create.
Thank-you

John Caisse
Eagle Flooring and Renovations ❙ Saskatoon, SK

Devil Digging Backhoe Services

We would like to give a great big Thank you to the Clarence Campeau Development Fund. With the help from you guys I was able to get my dream backhoe business up and running. Thank you so much, my wife and I really appreciate it a lot.

Kevin and Keri Kohut
Devil Digging Backhoe Services ❙ Pierceland, SK

On behalf of Crystal and myself, I would like to thank the Clarence Campeau Development Fund and staff for all of the knowledge and flexibility in making this business venture a reality. Without your support this endeavour would not have been possible. The staff presented a number of alternative options and found the one in which best suited our needs. Thanks for all of the help.

Dallas Everest & Crystal Wasutyk
KFC ▮ La Ronge, SK

Buena Vista Care Home

I would like to thank the Clarence Campeau Development Fund for all that you have done for me in making possible building my new approved care home. Without your kind assistance and care it would not have been possible.

Ryan Stadnick
Buena Vista Care Home ▮ Saskatoon, SK

CCDF believed in my dream and goals and helped RAVE Designs relocate and expand our home-based business to our store-front creative house at 800 Spadina Crescent in Saskatoon.

RAVE helps businesses create a lasting impression through creative design. A professional image is essential in building a positive, valued and trusting relationship with employees and clientelelle.

Thanks to CCDF the new girls on the block are turning some heads.

Lana Binning
Rave Designs ▮ Saskatoon, SK

BREATHE DAY SPA AND SALON

Thank you CCDF for your help with start up costs on my new business, Breathe Day Spa and Salon.

Bobbi Johnstone
Breathe Day Spa and Salon ▮ Candle Lake, SK

BULLDOG SWABBING INC.

Bulldog Swabbing Inc. would like to thank the Clarence Campeau Development Fund for assisting us in the development of our new business. The efficient and helpful staff was very accommodating and we appreciated all their help. We are now enjoying working and learning about Saskatchewan's Oil Industry.

Grant & Leigh McIntyre
Bulldog Swabbing Inc. ▮ Darcy, SK

Curves

We would like to express our sincere gratitude to the Clarence Campeau Development Fund for the assistance and financial contributions towards starting our business. Without the support and expertise of the knowledgeable CCDF staff our dream would not have become a reality.

We look forward to the growth and prosperity of our franchise and the chance to make a difference in the lives of women. Once again, thank you for your encouragement, support and belief in our vision.

Health & Happiness,

Kimberly Harris ▮ Curves Franchise Owner
Curves ▮ Emerald Park, SK
*Each facility is independently owned and operated.

Board of Directors

Ron Rivard - Vice Chairman of the Board
Businessman
Saskatoon, Saskatchewan

Philip Tinker - North
Businessman
Pinehouse, Saskatchewan

Marty Klyne - South
President & CEO
Saskatchewan Gaming Corporation
Regina, Saskatchewan

Kathy Palidwar - Member-at-Large
Businesswoman
Nipawin, Saskatchewan

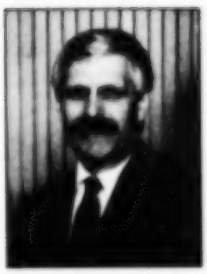
Hal Sanders - Ex-Officio
Saskatchewan Industry & Resources
Regina, Saskatchewan

Geordy McCaffrey - Ex-Officio
Executive Director of Gabriel Dumont Institute
Saskatoon, Saskatchewan

Greg Fofonoff - Ex-Officio
CEO - SaskNative Economic Development Corporation
Saskatoon, Saskatchewan

Ross Burrows - Ex-Officio
First Nations & Métis Relations
Regina, Saskatchewan

CCDF Staff



Roland Duplessis
Fund Manager

Monica Brunet
Business Development Officer

Georgette Nicolas
Senior Business Development Officer

Rebecca Krahn
Office Manager

Steve Danners
Business Development Officer

Clarence Campeau Development Fund

"Serving Saskatchewan's Metis"

The Clarence Campeau Development Fund (CCDF) is named after the late Clarence Campeau, Métis political leader and promoter of Métis self-sufficiency through business and economic development activities.

The CCDF is designed to provide financial assistance to Métis individuals and Métis communities in Saskatchewan for economic and small business development activities.

Clarence Campeau Development Fund Payee List
For 2005

Personal Services
Salaries/Honorariums
($ 2500 or more)

Roland Duplessis	$	74,102.18
Georgette Nicolas	$	49,555.83
Monica Brunet	$	42,956.02
Rebecca Krahn	$	31,680.06
Steve Danners	$	11,985.01
Ron Rivard	$	15,300.00
Marty Klyne	$	1,280.00
Kathy Palidwar	$	4,780.00
Philip Tinker	$	7,510.00
Kendall Nicolas	$	3,400.00

Individuals/Agencies
($ 5000 or more)

Cory Mcdougall	$	5,216.25
Ramp Consulting	$	31,030.00
Sasktel	$	9,337.94
Sasktel Mobility	$	5,106.41
Horizon Computers	$	10,975.40
Great West Life	$	16,787.44
CCRA	$	61,170.41
Woloshyn & Co.	$	7,461.00
Ramona Orosz	$	9,228.78
Deloitte & Touche	$	15,950.88
MOBO	$	7,882.84
Suncorp Valuations	$	9,830.13
Gabriel Dumont	$	5,446.81
Meyers Norris Penny	$	5,055.75
Rosten Bergsma & Assoc.	$	10,000.00

Goods and Services
Suppliers
($20,000 or more)

Booth Burnett	$	25,680.00
AGF	$	21,268.86